

FISCAL NOTE

SB 3027 - HB 3165

March 18, 2004


SUMMARY OF BILL: Deletes TCA Title 9, Chapter 4, Part 56, known as the "Tennessee Governmental Accountability Act", in its entirety. The bill replaces part 56 with the "Performance-Based Budgeting and Program Review Act of 2004". The major differences between the two acts are: 1) Under current law, implementation of government accountability measures is the responsibility of the Commissioner of Finance and Administration. Under this bill, a commission composed of the Comptroller of the Treasury, Director of the Office of Legislative Budget Analysis, Director of the Fiscal Review Committee, and the Commissioner of the Department of Finance and Administration would carry out these measures; 2) The bill prohibits the transfer of funds between state agencies to compensate for incentives or disincentives in the appropriations bill relative to performance-based budgeting; 3) Requires the Commission in consultation with the Governor, Senate and House Finance Ways and Means Committees, and any other appropriate committees, to approve, disapprove or revise proposed performance based budgeting measures; 4) Requires state agencies to submit adjustments to the proposed performance measures within 45 days of the appropriations act becoming law; 5) Provides that agencies must submit performance-based requirements by October 15 of each year; 6) Deletes the requirements for agency strategic plans, performance reviews, and submission by the judicial department of a list of programs that could operate under a performance-based budget, and development by the legislative administration office of proposed instructions for creating performance measures; 7) Requires the Governor to prepare a report identifying all revisions proposed in the budget document to the budget for maintenance and operation of the state court system; and 8) Requires the Department of Finance and Administration to report to the Senate and House Finance Ways and Means Committees the amount paid to vendors for the collection of sales tax.

ESTIMATED FISCAL IMPACT:

Decrease State Expenditures - Net Impact - Not Significant

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director